19 36.

(L)

Department of Excise

Seen

OFFICE Comm.

STATION Madras

R No. 2838 A&K/36

Dated 17-12-36

No. 25 K 17/12.

851 (E)

DESPATCHED 1938 17/12

17/12

Pages in the file

(SUBJECT.)

Cashew cracking Sale in certain parts of S. Kanara Dt. - Reduction of duty.

PARRY & CO, LTD
MANAGING AGENTS
TELEGRAPHIC ADDRESS:
"DISTIMULO"

Sugar Factories Ltd

Madras, 25th July 1936

The Secretary to the Commissioner of Excise,

Chepauk,

M A D R A S.

1082

Sir,

CASHEW ARRACK

We have the honour to enclose a statement showing sales of Cashew Arrack at our South Kanara depots since 1st April 1935 to the end of June 1936 from which you will note that very small purchases have been made by shop-keepers from our Karkal, Moodabidri Byndoor, Shankarnarain and Hebri depots.

The Excise Sub-Inspector during his inspection of Hebri also remarked as follows on the 17th May 1936:-

> "The depot keeper has been using undue pressure on the arrack shop renters to purchase cashew liquor and has exhausted the stock of the liquor, but this has contributed to the fall in arrack consumption. The renters complain that the cashew liquor is bad for health and there is absolutely no demand for this stuff. The depot keeper will indent for a small stock of cashew arrack about 5 gallons".

It will thus be seen that every effort to increase sales is being made by our depot keepers but that cashew arrack is unpopular.

In these circumstances, we request that orders may be

passed that, when the existing stocks at the above mentioned depots have been exhausted, no further supplies need be sent to them.

We also enclose a statement showing our total sales of Cashew Arrack ~~in proof gallons~~ since 1st of April 1935 from which you will see that sales are extremely bad and that recently the average offtake has decreased considerably. Taking the average for the last 3 months, our present stocks will last till the end of March 1938.

When we undertook to manufacture Cashew Arrack as an experiment, from reports submitted by you, we were working on the assumption that our production would be sold within a year at least and we therefore based our calculations allowing for an average wastage on a year's storage.

Further storage wastages are now bound to occur which will mean that we shall receive through our sales a smaller amount than was originally anticipated.

Our books show that on the experiment alone we have made a loss and this further wastage will increase our losses under this heading.

We therefore request that you will consider the matter and, we suggest, further reduce the rate of duty on Cashew Arrack so as to enable stocks to be cleared as soon as possible.

We have the honour to be,
Sir,
Your obedient servants,
for PARRY & CO.LTD.,

DIRECTOR
MANAGING AGENTS.

TGA/SP.
Encl.

THE EAST INDIA DISTILLERIES AND SUGAR FACTORIES, LTD.

Cashew Arrack Sales at South Kal
1935-36 (30 & 35 U.P.

Depots.	April	May	June	July	Aug.	Sept.
	Gls.	Gls.	Gls.	Gls.	Gls.	Gls.
Mangalore.	340	107	53	43	33	25
Moolky.	41	28	16	12	9	8
Moodabidri,	-	-	-	-	-	-
Buntwal.	39	39	20	23	20	14
Udipi.	-	-	-	-	-	55
Brahmawar.	-	-	-	-	-	7
Hebri.	-	-	-	-	-	-
Karkal.	-	-	-	-	-	-
Shankarnarain.	-	-	-	-	-	-
Coondapur.	-	-	-	-	-	-
Byndoor	-	-	-	-	-	-

1936-1937

Mangalore.	15	25	22	-	-	-
Modky.	7	5	7	-	-	-
Moodabidri.	-	9	14	-	-	-
Buntwal.	14	20	14	-	-	-
Udipi.	16	22	26	-	-	-
Brahmawar.	11	9	17	-	--	-
Hebri.	9	7	--	-	-	-
Karkal	1	19	14	--	-	-
Shankernarain.	6	6	7	-	-	-
Coonuapur.	12	11	11	-	-	-
Byndoor.	4	5	8	-	-	-

Madras. d/25-7-36.

L.

for PARRY & CO. LTD.

Man

4

Cashew Arrack total sales in 30 & 35 U.P. at Mangalore Warehouse. 1 Depot

--

Month.	1935-36	1936-37
	Gls.	Gls.
April '35.	1435	224
May.	561	218
June.	301	248
July.	260	
August.	195	
September.	210	
October.	327	
November.	397	
December.	372	
January.	312	
February.	225	
March.	182	

for Parry & Co. Ltd.,

Manager.
Managing Agents.

Madras. d/25-7-36.

L.

690

5

T. M.

To

Messrs. Parry & Co. Madras.

Please say at once the 35° U.P.
total quantity of Cashew
remain in stock at present

SB 31/7 31.7.26
DevMS

Above
Read
31.7.26.

C.F. 304—3,500 Bks.—16-9-35.

OFFICE OF THE _____

Dated 31 7 1936

5 Hours — Minutes.

TELEPHONIC MESSAGE

From Messrs. Davey & Co

To The Asst Secy
Public Works Dept.

Ref. your T.M. of date

The approximate quantity of earth work in Phase 1 upto 35'-0" up.

Col
31/7/36

7

C.F. 16—24,90,350—30-10-30. (6)

DRAFT FOR APPROVAL.

Enclosures.

Despatch No.

When given to fair copying 1.11

Fair-copied by

Fair-copy compared by

When despatched 8/15.8 5.10 PM

Office.

C. Register No. 10827, dated 8/11/26.

From

Messrs. Parry & Co. Madras. d. 25

Subject.

Cashew. Sale in Certain parts of S. Kanara Dt. - favour TO demand - exemption from maintaing stocks in Certain THE depots - reduction of duty.

Ref:

Messrs. Parry & Co. represent that the sales of cashew nuts are extremely poor & request that in the Cases of the depots at Karkal, Moodabidri Shankaranarain & Halbi they may be not be required to ~~maintain~~ maintain stock of the nuts after the existing stock is exhausted. They also suggest the a reduction in the duty on the nuts so as to ~~not~~ enable stocks to be cleared as soon as

CV Byndoor,

2/.

2/. The sale of Cashew ~~a~~ Kernels in the shops of Mangalore Town & Taluk & of the N.Dist: ~~has been made~~ has been made obligatory from 1.4.36. It may be possible to allow the Coy's ~~to exempt certain depts from maintaining Stock of Cashew Kernels~~ request only if the shopkeepers who take supplies ~~obligation to keep for sale~~ in shops Cashew Kernels is removed. The Collr. of S.Kanara & the D.C.S.D. are requested to report whether the shop keepers who take supplies from their depts will have any objection to the sale of Cashew Kernels being made optional ~~thereafter~~ now.

3/. The Collr. & the D.E. are also requested to report whether the sale of Cashew Kernels may be extended to the Kasaragod & also whether it will be expedient to reduce the ~~f~~ duty on this article further so as to enable the stock of ~~Cashew Kernels~~ to be cleared as soon as possible.

for S.C.S.A.

for S.C.S.A.

DESPATCHED
19 OCT 1938

To The Collr. of S.Kanara
& the D.E.S.D.

DESPATCHED
19

9

The East India Distilleries & Sugar Factories Ltd.
(INCORPORATED IN ENGLAND)

PARRY & CO., LTD.,
MANAGING AGENTS.
TELEGRAPHIC ADDRESS:-
"DISTIMULO."

Madras, 24th August 1936

OFFICE OF THE COMMISSIONER OF EXCISE
26 AUG 1936
MADRAS

ABKARI
12278

The Secretary to the Commissioner of Excise,

Chepauk,

M a d r a s.

Sir,

CASHEW ARRACK.

We have the honour to refer you to our letter dated 25th ultimo and shall be glad to receive your reply.

We have the honour to be,

Sir,

Your obedient servants,
for PARRY & Co.Ltd,

Manager
MANAGING AGENTS.

CVM

C.F. 16—24,90,350—30-10-30. (6)

DRAFT FOR APPROVAL.

Enclosures.

Despatch No.

When given to fair copying 31.8.

Fair-copied by

Fair-copy compared by

When despatched

Office.

Register No. [illegible], dated

From [illegible]

Subject.

[illegible] sheet zinc. Sale in Certain Ports of the S. Navara dt. for decided - Exemption from maintaining stock in Certain depots. Reduction of duty.

To
THE

[illegible]:-

[illegible] Carey & Co are [illegible] requested that the matter [illegible] consideration [illegible] will come in due course

[illegible] Carey & Co.

SPATCHED
358
31

Excise Department.

REMINDER. _____ *Branch.* **REPLY..**

To The Deputy Commissioner of Excise Madras

To The Secretary to the Commissioner of Excise, Madras.

The undersigned ~~has the honour to invite~~ is directed to invite ~~invites~~ attention to the communication noted in the margin and to request that ~~this reminder may be returned at once with information as to—~~

(1) the stage at which the matter now is,

(2) the date by which a reply may be expected, and

(3) the circumstances which have caused the delay.

2. It is requested that the reply to this reminder may be sent not later than

16 NOV 1928

Office

Station

Date

Signature.

Designation.

SUBJECT

Re submitted.

I am awaiting a report from the Assistant Commissioner, West Coast Sub-Div. who has been reminded and I shall submit my report as soon as it is received.

16/9/28

S. Mathuswamy

Deputy Commissioner
Southern Division

16/9/28

DESPATCHED

21 SEP 1928

12

Revised 10-9-26.

Excise DEPARTMENT.

_____ Branch. **REPLY,**

COLLECTOR'S OFFICE 16 SEP 1936

REMIND

To The _____

To The _____

The undersigned ~~has the honour to invite~~ is directed to invite attention to the communication noted in the margin and to request that ~~this reminder may be returned at once with information as to~~

(1) the stage at which the matter now is,

(2) the date by which a reply may be expected, and

(3) the circumstances which have caused the delay

2. It is requested that the reply to this reminder may be sent not later than

Office Excise.

Station Madras.

16.9.36.

Signature. 16/9/36

Designation

Reminded.

The further information called for in connection herewith, viz. in the matter has not been received so far. My report will be submitted immediately on receipt of this reply

V. Madhavarao
For Collector

22.9.36.

22/9/36

SUBJECT: 16.9.36.

Cashew snack. Sale in Retail Vends of Excise & Abkari District Poor decreased. Exemption from Manufacturing Stock in Certain Depots - Reduction & duty.

OFFICE OF THE COMMISSIONER OF EXCISE
25 SEP 1936
MADRAS

Urgent.

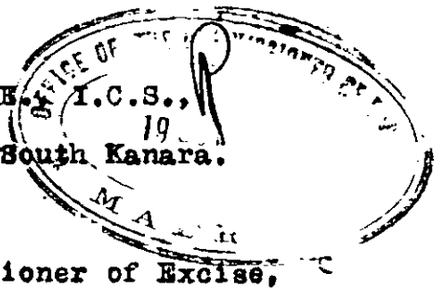
D.Dis.4260-36. South Kanara Collector's office,

Mangalore, dated 17 - 10 - 1936.

From

A. D. Crombie, Esquire, C.I.E., I.C.S.,

Collector of South Kanara.



ABKARI 15009

To

The Secretary to the Commissioner of Excise,

M a d r a s.

Sir,

Abkari - Country liquor - Cashew arrack - sale in certain parts of South Kanara District - Poor demand - Exemption from maintaining stock in certain depots and reduction of duty - report submitted.

Ref: Excise Commissioner's C.R. 10827-Abk.36 dated 13-8-36.

The Inspectors of Excise, Udipi and Mangalore report that all the shop keepers who take supplies from the depots at Karkal, Mudabidri, Byndoor, Shankernarayan and Hebri have no objection to the sale of cashew arrack being made optional.

2. The figures of consumption of cashew arrack in Mangalore and Udipi Circles during the 1st four months of the current lease are furnished in the margin. They clearly show that the demand for cashew arrack is very poor. It is reported that the consuming class as a whole dislike the taste of Government cashew arrack and on account of this it takes a long time for the depot-keepers to clear the stock supplied to the depots. I, therefore, consider that it will be expedient to reduce the duty on this arrack so as to enable the stock to be cleared as early as possible. The local officers and the Assistant Commissioner of Excise, ----- Cannanore, suggest that the duty may be reduced from Rs.3-12-4 to Rs. 3-0-0 per gallon as this would enable a reduction of 3 pies in the retail selling price per dram. I commend this suggestion

Name of the month.	Consumption. Mangalore Circle. G. D.	Udipi Circle. G. D.
April	136 -	51 -
May	145	79.34
June	139	98.27
July	141	87.30

for approval.

3. In regard to the extension of the sale of cashew arrack to the Kasargod Circle, the Assistant Commissioner of Excise, Cannanore, says that the only people who are likely to consume ----- cashew arrack in this circle are Christians and that as these people are confined to Kasargod and Puttur Towns, its sale may, as an experimental measure, be tried in these two towns. According to the census of 1931 the number of Christians ----- (including females and children) in Kasargod Town is 264 and that in Puttur Town is 1148. As it is not likely that there will be any appreciable demand from these people for the sort of arrack now in stock, I do not think it worthwhile to introduce it there.

17.X.36

For Collector.

17.10.36

Excise DEPARTMENT. C.T. 98.

REMINDER. _____ *Branch.*

To The Deputy Commissioner of Excise
Southern Division

I ~~have the honour to invite~~ am directed to invite ~~invite~~ attention to Comrs ref.
No. 16822/36 dated 13.9.36 and
to request that the reply to it may be expedited with
~~request that this reminder may be returned at once with~~ information as to—

(1) the stage at which the matter now is,
(2) the date by which a reply may be expected, and
(3) the circumstances which have caused the delay.

Office of Comrs,
Station Kandy
Dated 19.10.36

Signature. for Asst. Secretary
Designation.

SUBJECT. 19.10.36.

Cashew smuck. Sale in certain Lands of the South Kaccara district Poor Leonard. Exemption from maintaining stock in certain depots. Reduction of duty.

REPLY.

To The _____

S.W.
20 OCT 1936

Resubmitted.
I have called for figures of actual stocks of Cashew smuck in certain A.D.s and the information is awaited from the Superintendent Hospicicle. He has been reminded. I shall submit my report as soon as the particulars are received

J.M. Chelvanayagam
Deputy Commissioner
Southern Division

C.F. 32.

In reply, please quote number, date and short title.*

16

EXCISE DEPARTMENT

Received ..... Registered 23

From (Name) M.R.Ry.Rao Bahadur S.Muthuswamy Ayyar Avl., B.A.,

(Designation) Deputy Commissioner of Excise, Southern Division,

Post Box ....., (Station) Coimbatore.

Telegraphic Address Decex.

1533

To

The Secretary to the Commissioner of Excise,

Madras.

R.B.R.*No.* 995/36 *dated* 22nd October *19* 36.

Sir,

Enclosures .....

117-8 Exps

Spare Copies .....

*

Subject:-Cashew arrack - sale in certain parts of South-Kanara District - poor demand - exemption from maintaining stock in certain depots - reduction of duty - report.
Refce:-Commissioner's Ref.C.R.No.10827-Abkari d/13-8-36.

I submit that it is a fact that there is very poor demand for cashew arrack even though it is nearly two years old and matured. The fact is that the demand for it is only from the higher class Christians of Mangalore. I furnish below the figures of consumption of cashew arrack in Mangalore circle month-war during the current year:-

April	1936	136 Gls.	against	1346 Gls.	
May	1936	145	do.	596	"
June	1936	139	do.	319	"
July	1936	125	do.	234	"
August	1936	102	do.	194	"
Septr.	1936	105	do.	154	"

In Udipi circle the consumption of cashew arrack till end of July 1936 was 316 Gls. 43 Drs. There is still a stock of 44 Gls. 44 Drs. in the several Arrack Wholesale Depots of Mangalore circle while there is a stock of 73 Gls. 47 Drs. in those of the Udipi circle. I consider that it is not necessary to insist on the sale of cashew arrack in the shops of Mangalore Town and taluk and of the Udipi circle. Such sale may be made optional and Messrs.Parry & Co's request to exempt the depots from maintaining stock of cashew arrack may be granted. It is reported that none of the shop-keepers

P.T.O.

who take supplies from these depots has any objection to the sale of cashew arrack being made optional now. The sale of cashew arrack may be extended to the Kasargod circle also and its sale may be made optional there also. Cashew arrack is favoured only by a small section of the people. It is desirable to dispose of the existing stock of cashew arrack as early as possible and in view of the present poor demand it seems expedient that the duty on cashew arrack be further reduced to Rs.3/- per gallon. This would enable a reduction of 3 pies per dram in the retail selling price of cashew arrack.

For Deputy Commissioner.
22.10.86

ഡെ 22/10.

18

T H

To. Messrs Tungsten Powders

Please report at once the total quantity of Carbon present much remaining in stock at/ at the Choughat Mines Pungalore W.H. & depots in terms of 3.0 U.P.

Dated 31.10.36 Manager

Mr. J. C.

& Messrs Parry & Co.

Please report very urgently at once the total quantity of Carbon present much remaining in stock at present at the Choughat Mines Pungalore W-H & the depots in terms of 35° sup.

Dated 31-10-36 Manager

Choughat 31.10.36

Sugar & Spirit Dept. 17

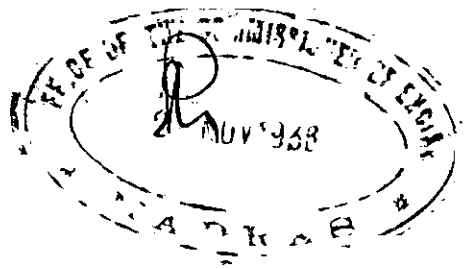
The East India Distilleries & Sugar Factories Ltd
(INCORPORATED IN ENGLAND)

PARRY & CO., LTD.,
MANAGING AGENTS
TELEGRAPHIC ADDRESS:-
"DISTIMULO"

Madras, 30th Octr. 1936

DUR REE

1581/2



The Secretary to the Commissioner of Excise,

Chepauk,

M A D R A S.

Sir,

Cashew Arrack

With reference to your telephone message of date, we have the honour to give below particulars of stocks of the above in terms of 35 U.P. spirit:-

At our Mangalore Warehouse as on 27-10-36	4081	gallons
At Chowghat as on 27-10-36	178	"
At South Kanara depots as on 1-10-36	125	"
Total	4384	"

We have the honour to be,
Sir,
Your obedient servants,
for PARRY & CO.LTD.,

MANAGER
MANAGING AGENTS.

S.P.

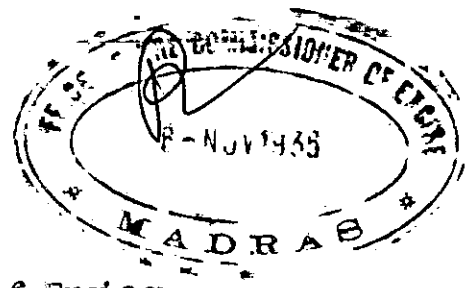
Sugar & Spirit Dept.

The East India Distilleries & Sugar Factories Ltd
(INCORPORATED IN ENGLAND)

PARRY & CO., LTD.,
MANAGING AGENTS.
TELEGRAPHIC ADDRESS:-
"DISTIMULO."

Madras 4th November 193 6

OUR REF



The Secretary to the Commissioner of Excise,

Chepauk,

M A D R A S.

Sir,

Cashew Arrack - sale in certain parts of the South Kanara district - poor demand - exemption from maintaining stock in certain depots - reduction of duty

We have the honour to refer you to your letter C.R. No.10827 Abkari dated the 29th August and shall be glad to know when orders will be passed.

We have the honour to be,

Sir,

Your obedient servants,
for PARRY & CO.LTD.,

MANAGER
MANAGING AGENTS.

S.P.

2 drafts
S
9/11

C.F. 16—24,00,350—30-10-30. (6)

DRAFT FOR APPROVAL

Enclosures.

Office.

Despatch No. 29

When given to fair copying

Fair-copied by 26.9.11

Fair-copy compared by [illegible] 9.11

When despatched

C Register No 10827, dated 4/8/36.

From

Subject.

Cashew smuk - sale in
Certain parts of S. Kanara dt
To further reduction of duty

THE

Ref.

The Govt. invites the
attention of the Govt. to G.O. No
252 Rs. Rev. 7. 6.2.36. The
sale from of the existing stock of
Cashew smuk has been
continued during the current
year in the shops of Mangalore
& Udipi Co with the same strength
at 3.5° U.P. & the duty at
Rs. 3.12. per gallon of that
strength. The consumption
of the said smuk in the
during the first Half of the year
have 1/2 is given in the margin
the sales of Cashew smuk
continue to be very low & it

	Mangalore.	Udipi
	SL.	SE.
April-36	136 (1346) ✓	51 ..
May ..	145 (596) ✓	80 .. ✓
June ..	139 (312) ✓	99 .. ✓
July ..	125 (234) ✓	88 .. ✓
Aug ..	102 (194) ✓	
Septr. ..	105 (154) ✓	145 .. (62)
	752 (2836)	463 (62).

Note. The figs. in brackets refer to the Corresponding
in the Corresponding period
of the previous year

is suggested by Messrs Parry & Co that the duty may be reduced further so as to enable the stock being created as early as possible. The Collr. of Kanara & the A. C. S. I. who were consulted in the matter ~~reported~~ report that the demand for the article is very poor & that it is highly desirable to dispose of the remaining stock as soon as possible. They therefore recommend strongly that the duty may be reduced to Rs 3 per gallon of 25° U.P.

2/. The quantity of cashew arrack still in stock is about Rs 300 gallons of 25° U.P. During his recent tour in the S. Kanara Dt. the Comr. satisfied himself that the cashew arrack is sold from the Manufacturer with a spread, & also in shops, was inferior to either toddy or ~~arrack~~ toddy arrack & hereby illicitly distilled arrack. According to the terms of agreement with Messrs Parry & Co., if any stock of cashew arrack becomes unsaleable owing to reasons beyond their control they can claim the actual cost & expenses

of manufacture of such quantity should be paid to them by the Govt. The Govt circumstances the Govt. would urge that it will be expedient to reduce the duty so as to bear the remaining about as early as possible at the early date. At the same time request that the Govt. may be pleased to issue early orders for levying the duty on Cochin smack at Rs 3/- per cwt as at present.

The loss to the Govt on account this will be about Rs 3300/- per annum. Cannot be helped. In the event of such becoming eventually owing to causes unforeseen & beyond the control of Govt. the loss to the Govt may be greater. The Coy have also expressed a legitimate grievance in that they are made to suffer unnecessary loss on account of awaiting the forthcoming passage of the legislation.

To the Secy. to the Govt. of Travancore

Sir,

I have the honour to be,

Sir,

Your most obedient servant,

[illegible]

DESPATCHED
NOV 1938

C.R. 10821 Advt. 36.

Cochin smack - reduction of duty - extension of rate to

The Managing D.

from Ram. Pang & Co. d. 25.7.36 | ½ ' 2 off

Ref:-

The Govt have been
to sanction
addressed ~~for~~ a further reduction
in the duty on Cashew annuals.
The Co's request to exempt them
from maintaining a stock of this article
in Custom depots will be considered
after seeing the effect of the
reduction in duty proposed, & for some time
2/- It has been suggested that the
sale of Cashew annuals may be
extended to the Karaikal Dist also.
If the S. Kanara dist. be enabled the article
to be cleared as early as possible. If this is permitted
it should will be left to the shipkeepers
in lieu of to take in supplies of this article
if they so desire. Messrs. Pang & Co.
are requested to state if they
will be prepared to ~~stock Cashew~~ make necessary arrangement
for meeting the demand if any for Cashew articles
~~articles~~ in their depots in this
~~or apply to stocks~~, if the extension
of sale is decided on.

To Ram. Pang & Co. if abs.

DESPATCHED
2 NOV 36

6/11 6/11/36

Sugar & Spirit Dept.

The East India Distilleries & Sugar Factories Ltd
(INCORPORATED IN ENGLAND)

PARRY & CO., LTD.,
MANAGING AGENTS.
TELEGRAPHIC ADDRESS:
"DISTIMULO."

Madras, 19th Novr. 1936

OUR REF

ABKARI
1936

The Secretary to the Commissioner of Excise,

Chepauk,

M A D R A S.

Sir,

Cashew Arrack - Reduction of duty - Extension of sale to the Kasargod circle

-*-

We have the honour to acknowledge receipt of your letter C.R.No.10827 Abk./A.36 dated the 7th inst. and note that our request to close certain depots will be considered after seeing the result of the proposed reduction in duty.

In view of our remarks in our letter of the 25th July, we hope that the proposed reduction in duty will be brought into force as soon as possible and request that orders on this may be expedited.

2. If the duty is reduced we hope that sales will increase and we will be pleased to make the necessary arrangements to keep stocks of cashew arrack at our depots in the Kasargod Circle. The latter course, we anticipate, should further increase sales provided the rate of duty is decreased but we suggest that we should not be asked to keep stocks at

our depots in the Kasargod Circle if the rate of duty is not reduced.

We also request that the Collector of the District may be instructed by you to fix the minimum quantity to be held by depots as low as possible.

We have the honour to be,

Sir,

Your obedient servants,
for PARRY & CO.LTD.,

MANAGER.
MANAGING AGENTS.

TGA/SP.

THE EAST INDIA DISTILLERIES AND SUGAR FA

T.R.

To Messrs Parry & Co.

Your letter of 19.11.36

Cashew crack. Sale in certain parts of the S. Province district. Exemption from maintenance of stock in certain depts

In your letter of 25.7.36 you ~~have~~ requested for exemption from maintaining a stock of Cashew crack in some of your depots in the S. Province district But in your letter of 19/11/36 you state that you note that your request to close certain depots will be considered after seeing the result of the proposed reduction in duty. There has been no request to close any depot. Please say ~~what you mean by this statement~~ when you referred to your request to close certain depots

A.C. to issue.

26/11/36 26/11/36 was made

Yours

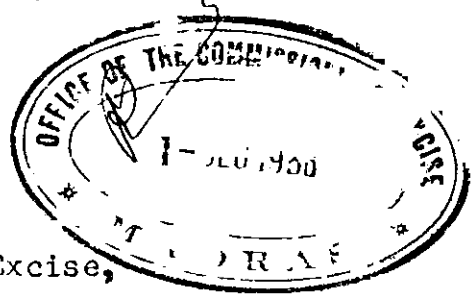
The East India Distilleries & Sugar Factories Ltd

(INCORPORATED IN ENGLAND)

PARRY & CO. LTD
MANAGING AGENTS
TELEGRAPHIC ADDRESS
"DISTIMULO"

Madras, 28th November 1936

OUR REF
Spirit Dept.



AL
17538

The Secretary to the Commissioner of Excise,

Chepauk,

M A D R A S.

Sir,

Cashew Arrack - Reduction in duty - Extension of sale to the Kasargode Circle

---

27 Supra With reference to your telephone message of date, we have the honour to request you to alter the typographical error in the first paragraph of our letter of the 19th inst. to read:-

"and note that our request to exempt us from maintaining a stock of this arrack in certain depots will be considered after seeing the results of the proposed reduction in duty".

We regret the error.

We have the honour to be,

Sir,

Your obedient servants,
for PARRY & CO.LTD.,

MANAGER
MANAGING AGENTS.

TGA/SP.

29

13 9/36

C.F. 16.

DRAFT FOR APPROVAL.

	Date.	Initials.
When received for fair copying		
When copied	13/9/36	
When examined		
When signed	9/12	
When despatched.		

SUBJECT :— Cashew arrack. Sale in certain parts of S. Kanara Dt. Further reduction of duty.

READ AGAIN _____, dated _____ 19____.

" " _____ " _____ 19____.

READ *ALSO* :— Govt. rep. CR 6827 M36 of 7.11.36 to Collr. Dk.

No. _____ From the _____, No. _____, dated _____ 19____.

" _____ " _____ " _____ " _____ 19____.

" _____ " _____ " _____ " _____ 19____.

Order / Resolution — Ms. / Rout. No. Ep. 6827 M36, dated _____ 19____.

Rep :-

The C. invites kind attention of the Govt. to the rep. cited and requests that early orders may be passed thereon.

Rm 12/36

2/36 Rm 1.12.36

To
The Secy. to Govt
Rev. Dept

DEC 1936

3

Sectt. 11-15 (a)—35,000—15-11-35.

OFFICE OF THE COMMISSIONER OF EXCISE
11 DEC 1936
MADRAS

Received ..... 193 . *Registered* 193

ABKARI
18045

Abstract.

Excise - Cashew arrack - South Kanara - Experimental distillation and sale - Reduction in duty - Sanctioned.

Revenue DEPARTMENT.

G.O. No. Ms. 2637 dated 9th December 1936.

ENCLOSURES.

No. .....

.....

READ the following paper:—

G. O.No. 673 Revenue, dated 4th April 1934.
G.O.No. 262 Revenue, dated 6th February 1936. Read also:—
From the Commissioner of Excise, C.R. 19827 Abkari, dated 7th November 1936.

O r d e r:—

In the circumstances reported by the Commissioner of Exc the Government accept his recommendation that the duty on cashew arrack should be reduced from Rs. 3-12-4 to Rs. 3-0-0 per gallon of 35° U.P.

2. The Commissioner is requested to report urgently whether the experiment may be abandoned and the equipment sold as contemplated condition (2) mentioned in G.O.No. 673 Revenue, dated 4th April 1934

(By order of the Government, Ministry of Education and Public Health)

H.R.Ugielli
Secretary to Government.

To the Commissioner of Excise.

To the Finance department.

F o r w a r d e d

(By order)

Superintendent.

jn.

C. R. 10827/AGR-36-A.

Cashew anack - experimental sale in certain parts of S. Kanara dt - power demand - exemption from maintaining stock in certain depots - reduction of duty

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1st/ dt from Mess Pamy & Co. Madras. d. 25.7.36 Submitted.

In pursuance of a repeated ff. 23-24 (E) representation that a section of the population of S. Kanara dt. strongly desired Cashew anack one experiment was undertaken last year whereby Mess. Pamy & Co, (the Contract supplier of S. Kanara dt.) were asked to distil Cashew anack in the Chowghat distl during the last Cashew season & supply it through their W. H. at Mangalore from 1/3 ite the shops of Mangalore town & taluk for sale side by side with molasses anack. The issue strength of Cashew anack was originally fixed as 30° U.P. (issue strength of molasses anack 35° U.P.) and the duty at the same rate as the excise on molasses anack. The Selling price per gallon of 30° U.P. Cashew anack

1/4 (E)

at the Mangalore W.H. was Rs. 2/-. The total Cost per gallon of 30° U.P. Cashew anack & that per gallon of 35° U.P at the Mangalore W.H. molasses anack were as under. p125 E

	Cashew anack. 30° U.P.	Molasses anack 35° U.P.
Duty	4-8-10 p71(J)	4-3-7 p71(J)
~~Selling~~ Cost price Sale	2-0-0	1-6-6 p69(H)
	6-8-10	5-10-1

There was a heavy demand for Cashew anack during the beginning of 1935-36 when it was a novelty, but subsequently it the sales became poor. The sale of Cashew anack was therefore extended to the talukas of the Udipi, to despose of the bye stock.

When the late Comm. visited Mangalore in August last he examined this question & reported to the Govt. that the low sales of Cashew anack were due to the fact that the two kinds of anack were marketed at diff. strengths & diff prices & proposed that Cashew anack should be made available at the same strength & price as that of molasses anack. The strength of Cashew anack was therefore reduced to 35° U.P. & the duty thereon was fixed as Rs. 3.12.4 per gallon of that strength so as to assimilate the

p62-63 (H) (molasses & Cashew)

to test the real demand for Cashew anack.

with effect from 1.11.35

p69 (H) & p105 (H)

prices of the two kinds of arack

1934 (I) pp 4 to 4*

1936 GC

Even then the sales did not improve materially. It was therefore decided that for the year 1936-37 there should be no distillation of Cashew arack & that the stock of this kind of arack on hand (about three gallons in January 36) should continue to be sold during 1936-37. ~~1936-37 to the~~ as in the existing strength and duty

1937

Messrs. Parry & Co. now represent that the sales of Cashew arack are extremely poor & they request that orders may be passed to the effect that in the case of certain depots no further supply of Cashew arack need be sent after the present stock is exhausted. They also point out that further storage wastage is bound to occur & suggest the reduction of duty. for the speedy disposal of the existing stock of Cashew arack — about 4900 gls. of 25° U.P.

1936-37

The sale of this kind of arack in the shops of Mangalore Town & Tk & of the Udipi Tk has been made obligatory this year. It seems necessary therefore that there should be some stock in the depots for supply to shopkeepers when there is demand

1942 (I)

the

3 4

The Coy's request that further supplies of Cashew arrack needed be made to certain depots after their present stocks therein is exhausted, cannot therefore be granted. ~~Furthermore~~ A certain stock of this kind of arrack should be kept in the depots of the talukas in which its sale is not permitted

Party who may be informed accordingly

R 24886

If the Religion Cashew arrack were removed under any of the duty orders after the duty paid? If granting of cashew arrack as any a burden it will perhaps be possible to allow Party's request. But the consent of each shop keeper where the shops will be closed? Can we make that any D.C. Nerik?

The 57 £

under the terms of the arrangement with Messrs Parry & Co

If any reduction in the selling rate is found necessary — however to clear the stocks the duty should be refunded to the retail

~~the stock of Cashew arrack belonging to the~~

~~it under the terms of the agreement~~ and if

the Cashew arrack becomes unsaleable ultimately for any reason beyond the control of the Coy. the cost of expenses of manufacture of such liability of arrack shall be paid to the Coy. They now point out that they have already incurred loss in the experiment of last

further

further storage wastages are bound to occur their loss will be increased.

A reduction of duty is suggested to clear off the stock ~~of existing stock~~

The present duty is Rs. 3.12.4 per Sl. gl 25° up.

The sale of this article is now permitted in the Mangalore & Udupi D., ~~of~~ the S. Kanara dt. Perhaps it may also be extended to the Kasaragod D

The Collr. of S. Kanara & the ~~D.C.S.D.~~ may be asked to ~~reply~~ report on this & on the expediency of reducing the duty further.

for orders.

5/8/1936

At the present rate of sales the stock will last till about the end of March 1936. There appears to be no need therefore to ~~direct~~ arrange for further distillation for next year. ~~This question may be taken up~~ The local officers may be consulted on this also.

31/7

What is the reason for distillation

1/8 Rs 1936

3/8/1936

I have heard it alleged that one reason for failure of demand is that the article has a ~~bad~~ smell, ~~taste~~ & resemble ~~smell~~ in ~~taste~~ is not much favoured as for products where any kith in this? ts 7/8

P.T.O.

Note Contd.

3 i 6

Comm's remarks on p of Supra.

Under the terms of this agreement with 17/

the Coy. relating to the experimental distillation

& sale of Cashew arrack, if the liquor — for the purpose

becomes unsaleable for any actual

reason beyond the Coy — the Govt

& expenses should view by the Govt. Therefore

if the stock is not sold out the Govt. will have —

to incur loss. If the obligation be ~~removed~~ to keep for sale

Cashew arrack is removed ~~the~~ incentive on the part of shopkeepers

to sell this even ~~with~~ if there is demand.

The D.C. of the Coll. may perhaps be

Consulted now of the expediency of removing

the obligation may be considered after seeing

their replies.

Draft submitted below

Rupees

Comm's remarks at A on previous page:-

The season for distillation of Cashew

arrack is March, April & May. when p 124

fruits are available.

P.T.O.

Norris remarks at B. on p. 5 supra.

References solicited to pp 42-43 & 49-51 (H) in this Connection.

The allegation made by the C on p 5 ante of B. in his Counsel. In the beginning of the season when during P the men might & lunch on milk & sandwiches, more should have been used but the drinkables from meals & of with their food were drunk so rapidly they nothing of it on left. At the end of the season more food might have been used but the drinkables of the last days of the season have not been increased into Consumption and Yet the Goa Chief Mr Saldana & others refer to it as drunk Quarts of 6 & 8 Years old & stood in stock for one year cannot be compared with that in stock for 6. 8 years as regards flavour & no only bottle of Mr Saldana's Statement that the Many Coolies drunk with the Labourers is concerned with the cheap kind & therefore prefers illicit Cooley Arrack. One thing is definitely known that with a Labourer may drink daily a bottle 4 drams) of Molasses arrack after

SP 8/8/98.

Mr

the women for if the heat burning for work, he cannot drink the Same Quantity of Cashew arrack without feeling the effect of it. It is an astringent liquor; the diuretic and diaphoretic in its effects and has a depressing effect. This has been observed in Goa where labourers in the fields after work as are inclined to use. When they drink Cashew Arrack while a drink of CT Arrack is exhilirating and helps them to carry on, provided of course the potation is limited. Cashew arrack in therefore the reflex Reference even of Arrack for Goa was imported under bond as suffered by the Shops. Cashew arrack takes the place of Imported Spirit like the Indian Chiefs of Such Kanara as they prefer it because this Cheaper. Here are the prevailing Conditions and the claim for replacement of Imported arrack by Cashew Arrack is by genuine.

2D/10/26

Note

During the early period of distillation of Cashew arrack in the Chowghat district last year, the Coy. set up wash (mixture for distillation) addition

of Sulphuric acid & ammonium Sulphate. The A.C.D. visited the distly about the end of March 1935 & gave instructions for the set up of work without the addition of sulphuric acid & ammonium Sulphate. Please the A.C.D's letter at pp 8-9 (H). The A.C.D's action was appd vide notes on pp 84-86 (H) & to (H). Messrs Parry & Co. however reported in this connection that the use of acid etc. very definitely subsisted towards a cleaner & finer distilling spirit.

Reference is solicited to the report from the Dept. Mangalore ⊙ at pp 40-41 (H) in which he pointed out that the later Complaints against Cashew arack were due to the method of distillation. The A.C.D's remarks thereon (H). on this are on pp 42-43 & 49-51 (H).; He was requested to visit Mangalore & investigate the matter. His final report is at pp 49-51 (H).

Rajsekhara

SS 11/8.

Take it Mar.

we need not decide about next year's distribution yet. If it looks as though there will be no need for any of the experimental farms transfers, the Board rule being now not much more than £100 / allow a month.

15/8

From Resor Parry & Co. Letter of 26. 8. 36

Submitted.

The matter then was referred to the Collr of S. Kanara & D.C.S.D. for report. The Co. may be informed that the matter is under the Consideration. A draft is Submitted.

26.8.36

S/26/8.

Note Cont'd.

Rep. to the Collr of S. Kanara

C.R. 10827 8/36

from the Collr of S. Kanara - D 4260/36.D. 17/10/36.

" - D.C.S.D. - RB. 995/36.D. 22.10.36.

Submitted.

P.T.O.

The questions put to the Collr. & D.C.o
(i) whether the obligation to keep for sale
a few arrack may be removed in
respect of certain shops as the request of
Hon. Pany. to exempt them from maintaining a
stock of Cashew arrack viz. Certain depots
may be granted;

(ii) whether it will be expedient to
reduce further the duty on Cashew arrack
& to extend the sale of such arrack in the Karaikal D.

These are dealt with below—

(i) The request of the Roy. is to exempt
them from maintaining a stock of Cashew
arrack in the Karikal, Pondicherry, Byndoor
Shankarnarain, & Hebri depots, after the
existing stock of such arrack is exhausted.
The Collr. & the D.C. report that the demand
for Cashew arrack is very poor & that the
shopkeepers who take supplies from these
depots have no objection to the sale of Cashew
arrack being made optional now. In these
circumstances there will be no difficulty
to grant the Roy's request.

(Please see para below

But

But the Collr. & D.C. strongly recommend
the further reduction of the duty on Cashew
arrack to Rs. 3/ per gallon of 30° U.P., from

the existing rate of Rs 3-12-4 per gallon of 35° U.P. strength. It is reported that this will enable a reduction in selling price by 3 pies per dram & that this will help to stimulate sales. Each time when duty was raised from Rs 4/8/0 per gallon of 30° up to Rs 3-12-4 per gallon of 35° up there was a reduction in selling price in shops by 4 to 6 pies per dram (i.e Re 1 to 1/8/0 per gallon in Mangalore and by 6 to 9 pies per dram (i.e Re 1/8 to 2/4 per gallon) in Kozhikode.

There is still a stock of over 400 gallons of Cashew arrack. According to the agreement with the Govt. they have to be paid the actual cost price less the profit on sale and expenses of manufacture on the quantity which remains unsaleable for any reason beyond the control of the Coy & this fresh stock is not fit for sale. It will therefore be in the interests of the Govt. to dispose of this stock as early as possible. The reduction in duty suggested by the Collr. of D.C. may therefore be proposed to the Govt.

Please see in this connection para 2(IV) of R 126(E) which provides for a reduction in duty to enable a reduction in retail price.

A reduction of duty from Rs 3-12-4 to Rs 3/- may be supported to Govt. explaining the position clearly

Re 24/1/86

The quantity now in stock is about 400 gls. of 35° U.P. & the loss to the Govt. by the reduction will approximately be about Rs. 3300/-.

As the measure is calculated to stimulate sales it may be considered whether the question of reducing the sale of Cashew arrack of optimal proof in respect of certain shops, and of exempting certain depots from maintaining stock may not be suspended till the effect of the reduction in duty is seen for a time.

It appears better not to relax the rule requiring maintenance of stock in Depot shops for the present

Re 24/1/86

P.T.O.

The D. C. recommends that the rate of cashew awards may be extended to the Kasaragod D., but the Collr. considers that it will not be worth while.

Perhaps this question can be decided after Consulting messrs Narayan & Co

Rs 1136

For orders

Lr 29/10
29.10.36
2/11

Because of a time lag between the act of reducing the duty before making the burden of the award effective Govt. have doubts if even a reduction of duty will have any such effect that I satisfies myself by detailed enquiry, & even become experiment, that the Govt. Cashew award was responsible to either stimulate or support a local I.D.

It appears that unless the fruit is carefully selected, as can only be done when distilled in a very small scale, the resulting cordial is of inferior quality.

4/XI

Sir,

Two drafts submitted.

6.11.80

From Messrs Parry & Co. Letter of 19.11.3

Submitted for perusal.

The Co. states that they note that their request to close certain depots will be considered after seeing the result of the proposed reduction in duty. The Co's request also to except them from maintaining a stock of Cashew arack in certain depots.

Presumably they mean exception from maintenance of stock of cashew arack. This may be ~~contained~~ pointed out to them

There was no request to close any Depots. Point out & ask what they mean (JM)

The Co. have agreed to make

4

If the Duty on Cashew is revised necessary arrangement for meeting the demand for Cashew award in the Budget ~~if duty is raised~~. The Govt. may be requested to issue early order on the question of the reduction of duty.

The Corp. ~~Duty~~ also request that the Govt. may be instructed to fix the minimum stock to be kept in depots to be as low as possible. Reasonably this applies to the stock to be maintained in the depots in the Budget in case the sale of Cashew award is exceeded to that ₹. The Govt. may be requested to consider this point when the question of extention of ~~sale~~ ₹ 4 crores is decided on after receipt of the Govt. orders.

25-11-76

25-11-76

Mr. Govt.

Shri A.S. Sivaram at the above A & M is putting for approval

Ehrlich 25.11.76

Ramesh
25/11

4

Evan Parry & Co. & 28.11.36.

Submitted for perusal.

The Co. states that they meant request for exempting Estates stocks from maintaining a stock of cashew snack

The Govt may be requested to issue early orders on the question of the reduction of duty on cashew snack- Draft herein

Rs 12/36

28/11/36

1.12.36

Note Contd.

Ref. to Govt. C.R. 10827/Abn.I 4/11/36
G.O. No. Rs. 2634/Rev. d. 9.12.36.

The Govt. have accepted the recommendation to reduce that the duty on cashew snack shd. be now reduced from Rs. 3.12.4. per gallon of 35° U.P. to Rs. 3/- These orders may be given effect to from 1.1.37. Lords for orders.

Rs 15/12/36

17/12

The

The Coy. will have to be given a refund of the differential duty in respect of the quantity remaining in depots as on 1.1.37.

The Coy. have arrangements for supply of this kind of article to the JCasmajor ⊙. Its scale may be extended to this ⊙ The Coll'r. may be requested to fix the minimum stock for the depots in this ⊙ as low as possible, as requested by the Coy.

7 Rs 15/2/37

The maximum selling price in shops of Cashew article in sealed bottles in Mangalore Town & taluk has been fixed as Re. 0.12.9 per bottle of 4 drams. The duty is now reduced from Rs. 3.12.4 per gallon of 30° U.P. to Rs. 3/-. & the reduction per dram amounts to about 3 pies per dram. The maximum price per bottle of 4 drams may therefore be reduced by one anna. Recently, however, the bottling charges to the Coy. have been increased from 2½ per bottle to 3 annas per

4 × 3 = 12 pies

for the use of white bottles. Even taking this into acct. the total cost per bottle of the drams will amount to Re. 0.9.6. As the existing maximum price of Re. 0.12.9. per bottle is reduced by one anna & fixed as Re. 0.11.9. the govt. gets a margin of Re. 0.2.3 per bottle, which seems sufficient, especially as the sale of Cashew arrack in bottles in shops will only be on very small.

Duty @ Rs. 3/- per gallon — 0.4.0.
Cost price @ Rs. 1.13.9. per gl. — 0.2.6
Bottling charges — 0.3.0.
9-6

The maximum selling price per bottle of Cashew arrack in shops may be fixed as Re. 0.11.9 from 1.1.58

15/2/58
17/2

A draft is submitted below.

The question raised in para 2 of G.O. will be taken up in a separate file.

15/2/58

C

15/12 June
= 15.12.58

C.F. 16.

DRAFT FOR APPROVAL.

	Date.	Initials.
When received for fair copying ..		
When copied ..		
When examined..		
When signed ..		
When despatched.		

SUBJECT :— Cashew anack. Sale in Certain parts of S. Kanara dt. Reduction of duty

READ AGAIN _____, dated _____ 19____.

" " _____ " _____ 19____.

READ *ALSO* :—

No. _____ From the G. M. Mis., No. 2637, dated 7.12.1936.

" _____ " _____ " _____ " _____ 19____.

" _____ " _____ " _____ " _____ 19____.

Order / Resolution Mis. / Rout. No. _____, dated C.R. 10827/A[illegible] 19 36.

Proc.

It has been brought to notice that the sales of Cashew anack in Certain parts of S. Kanara dt. still Continue to be poor & it has been suggested that the duty may be reduced further so as to enable the existing stock to be cleared cleared as early as possible. With the sanction of the Govt the Comm. directs that with effect from 1.1.37 the duty per gallon of 35° U.P. Cashew anack shall be Re. 3/-. There will be no change in the

p 3 of f

50 ⇒

existing issue prices (excluding duty) at the Mangalore W.H. & at the depots.

2/ The Coy. should be given a refund of the difference in duty on the quantity of cashew anack in stock at the depots on 1.1.37. by necessary credit in their advance acct. The attention of Messrs Parry & Co and the local officers is invited to the instructions issued in CP No 394 Rlwy dt 24.2.35 and its memo CR 2293935 dt 20.3.35. These instructions should be observed with regd to the stock of cashew anack remaining in depots on the evening of 31.12.36.

3/ The sale of Cashew anack shall be extended to the Kasaragod ⊙ from 1.1.37. & it will be left to the shop keepers in that ⊙ to take in supplies of Cashew anack if they so desire. Messrs. Parry & Co. are requested to make necessary arrangements for stocking Cashew anack in the depots in & the Kasaragod ⊙ for issue to shops.

4/ In supersession of the orders in C.P. No. 400/ABN dt 24.2.36 the Comm. directs that the maximum retail selling price of Cashew anack in sealed bottles in the anack shops of Mangalore Town & Tk. shall be Re. 0.11.9 per bottle with effect from 1.1.37.

X

p 8 (30)

Noted.

51

The Collr. of S. Kanara, the A.C.D. are requested to see that the changes necessary with reg. to the orders now issued are made in the licences Concerned. The Collr. is requested to see that the mid-stocking Cash of the Supvr. Mangalore & Udupi Dn. are directed to see that the reduction in the duty on Cashew smack is given wide publicity & the Supvr. Kasaragod is directed to see that the extension of the sale of Cashew smack to Kasaragod is not made known to the publicie.

smack to be maintained with the duty of Rs.2/- fixed as low as possible.

To The Collr. of S. Kanara,
D.C.S.D., A.C.W.C. &
Supvrs. Mangalore, Udupi &
Kasaragod Dn.
A.C.D., Supvr. i/c Duty O
& W.H.O. Mangalore.
Mrs. Parry & Co. Madras.

DESPATCHED
1938
18 JAN